



## **Request for City Council Committee Action from the Department of Public Works**

**Date:** May 13, 2014

**To:** Honorable Kevin Reich, Chair Transportation & Public Works Committee

**Referral To:** Honorable John Quincy, Chair Ways & Means Committee

**Subject:** **2014 Resurfacing Program – Hay Northwest, Franklin Hall and Lyn Park areas: Public Hearing**

### **Recommendation:**

A. Pass a Resolution ordering the City Engineer to proceed and do the work and adopt special assessments in the amount of \$1,304,304.86 for the Hay Northwest, Franklin Hall and Lyn Park areas, Project No 5264 Street Resurfacing project.

B. Pass a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$1,304,305 for the Hay Northwest, Franklin Hall and Lyn Park areas Street Resurfacing project with the bonds to be paid for from special assessments.

### **Previous Directives:**

- March 28, 2014 Council resolution 2014R-102 designating the locations and streets to be improved.
- November 12, 2013 Council resolution 2013R-509 establishing the 2014 Uniform Assessment Rates.

### **Department Information:**

Prepared by: Suzette Hjermstad, Supervisor, PW Special Assessment Office 643-2401  
Michael D. Kennedy, P.E. Director, Transportation, Maintenance & Repair

Approved by: \_\_\_\_\_

Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Michael D. Kennedy, P.E. Director, Transportation, Maintenance & Repair

### **Financial Impact**

Special assessments against benefited properties.

### **Community Impact**

Neighborhood Notification: Public hearing notices mailed to benefited property owners

Neighborhood Meetings: Pre-public hearing meeting held on April 22, 2014.

City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city

## **Supporting Information**

### Background

On March 28, 2014, the City Council designated the locations, streets and improvements proposed to be made in the Hay Northwest, Franklin Hall and Lyn Park areas neighborhood. The cost estimate for this project is \$1,447,744 and is financed by net debt bonds and special assessments (for finance purposes identified as PV1456).

The Hay Northwest area is bounded by Golden Valley Road on the north, Penn Av N on the east, Plymouth Av on the south and Xerxes Av N on the west. The streets in this area are local city streets and were last paved in 1976.

The Franklin Hall and Lyn Park residential project is bounded by West Broadway on the North, I-94 on the east, Plymouth Av on the south and Bryant Av N on the west. The streets in this project area are local city streets and were last paved in 1976 and 1978.

The street resurfacing would be a mill and overlay of the street surface with plant mix asphalt and other paving related improvements as needed. This paving project is scheduled to begin in early summer 2014 and will be constructed by the City's workforce.

### Special Assessments

The street resurfacing special assessments were determined by applying the 2014 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The approved 2014 resurfacing rates are:

\$0.60/sq. ft. – Non-Residential

\$0.20/sq. ft. – Residential

The proposed total assessment amount is \$1,304,304.86 for the Hay Northwest, Franklin Hall and Lyn Park areas project. Individual assessments of more than \$150 would be collected over 5 years beginning on the 2015 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Assessments of \$150 or less would be collected in their entirety on the 2015 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest if they so choose.

City Council has passed resolutions whereby a deferment of special assessments may be obtained by showing hardship for any homestead property owned by a person 65 years of age or older or retired by virtue of a permanent and total disability.

Attachments – Map

Cc: Council Member Blong Yang, Ward 5

Jack Qvale, Secretary, Board of Estimate and Taxation

**T&PW** – Your Committee recommends passage and summary publication of the accompanying Resolutions:

1. Ordering the work to proceed and adopting the special assessments for the 2014 Resurfacing Program, Hay Northwest, Franklin Hall and Lyn Park areas Street Resurfacing Project, Special Improvement of Existing Street No. 5264.

2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of street improvements in the Hay Northwest, Franklin Hall and Lyn Park areas Street Resurfacing Project.

**Reich**

**2014 STREET RESURFACING PROGRAM**

**HAY NORTHWEST, FRANKLIN HALL AND LYN PARK AREA  
STREET RESURFACING PROJECT  
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5264**

**Ordering the work to proceed and adopting the special assessments for the Hay Northwest, Franklin Hall and Lyn Park areas Street Resurfacing Project.**

Whereas, a public hearing was held on May 13, 2014 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2014R-102, passed March 28, 2014 to consider the proposed special assessments as on file in the Office of the City Clerk and to consider all written and oral objections and statements regarding the proposed improvements and the proposed special assessments;

Now, Therefore Be It Resolved by the City Council of the City of Minneapolis:

That the City Engineer is hereby ordered to proceed and do the work as designated in said Resolution 2014R-102, passed March 28, 2014.

Be It Further Resolved that the proposed special assessments in the total amount of \$1,304,304.86 for the Hay Northwest, Franklin Hall and Lyn Park areas Street Resurfacing Project No 5264 as on file in the office of the City Clerk be and hereby are adopted and assessed against the benefited properties.

Be It Further Resolved that the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at five (5) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2015 real estate tax statements.

Be It Further Resolved that the number of installments by which the special assessments of \$150 or less may be paid shall be fixed at one (1) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to be on the 2015 real estate tax statements.

**Reich and Quincy**

**Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$1,304,305 for certain purposes other than the purchase of public utilities.**

Resolved by the City Council of the City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed costs of street improvements in the Hay Northwest, Franklin Hall and Lyn Park areas Street Resurfacing Project, Special Improvement of Existing Street No 5264, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collected in five (5) successive annual installments , payable in the same manner as real estate taxes.